Received: 06/01/1998 Status: CANCELLED Effective Date: 10/01/1998

..DID: 3816

..TXT: PSC NO: 12 GAS LEAF: 68

COMPANY: THE BROOKLYN UNION GAS COMPANY REVISION: 0

INITIAL EFFECTIVE DATE: 10/01/98 SUPERSEDING REVISION:

STAMPS:

Cancelled by 1 Rev. Leaf No. 68 Effective 10/01/1998

RECEIVED: 06/01/98 STATUS: Cancelled EFFECTIVE: 10/01/98 GENERAL INFORMATION - Continued

<u>Gas Cost Year</u> - the twelve months beginning each September 1 and ending on the following August 31.

Gas Supply Management Arrangement - Gas Supply Management Arrangement means a transaction where the Company releases or assigns all or a part of the Company's capacity rights to a third party as part of a comprehensive agreement. Under such an arrangement, the third party satisfies all or a portion of the gas supply and/or transportation and related service requirements of identified sales and/or transportation customers as may be agreed to between the Company and any such third party or as may be required by the Commission.

B. The Monthly Commodity Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2, 3, 4A, 4B, 6C, 6G, 6M, 7, and 14

The Monthly Commodity Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2, 3, 4A, 4B, 6C, 6G, 6M, 7, and 14 shall be computed each month and is the **Total Commodity Cost of Gas Purchased** divided by the **Monthly Dispatched Gas Forecast** for sales to its customers served under these classifications for the Effective Month.

The Monthly Commodity Cost of Gas for Service Classification Nos. 1A, 1AR, 1B, 1BI, 1BR, 2, 3, 4A, 4B, 6C, 6G, 6M, 7, and 14 shall be computed as follows:

- 1) **Total Commodity Cost of Gas Purchased** is determined by:
 - a) Multiplying the Suppliers', Transporters' and Storage Providers' Rates and Charges by the quantities of gas to be taken from each supplier and transporter reflected in the Monthly Dispatched Gas Forecast **PLUS**

Issued by: Robert J. Fani, Senior Vice President, Brooklyn, New York